GOVERNMENT OF INDIA
SOCIAL JUSTICE AND EMPOWERMENT
LOK SABHA

UNSTARRED QUESTION NO:4795
ANSWERED ON:20.12.2000
NMFDC
SULTAN SALAHUDDIN OWAISI

Will the Minister of SOCIAL JUSTICE AND EMPOWERMENT be pleased to state:

(a) whether the National Minorities Finance and Development Corporation was set up in 1994 with an authorized capital of Rs. 500 crore for providing loans for setting up of self employment ventures to minorities who are below double poverty lines income i.e. Rs. 22,000 per annum at that time;

(b) if so, whether the share capital of the said Corporation has been raised keeping in view the per capita income and growing GDP;

(c) the number of persons benefited by this Corporation and total loan provided so far during the last three years for self employment to minorities; and

(d) further action taken or proposed to be taken by the Government to make the National Minorities Finance Development Corporation more effective and functional?

Answer

MINISTER OF STATE OF THE MINISTRY OF SOCIAL JUSTICE AND POWERMENT (SMT. MANEKA GANDHI)

(a)&(b) NMDFC was set up in September, 1994 for providing loan to persons livingbelow double the poverty line, belonging to the minority communities, with an authorized Share Capital of Rs. 500 crores. Against this, the Central Government is contributing Share Capital every year. Further State Governments are also requested to contribute. NMDFC has a paid up Share Capital of Rs. 212.22 crores.

(c) Details are given in the Statement at Annexure-I.

(d) Following steps taken have been taken for the effective implementation of schemes of NMDFC:-

(i) Apart from State Channelising Agencies for assisting minority communities, extension of micro-financing through non-governmental organizations has been introduced.

(ii) Appointment of additional channelising agencies, tie-ups with NABARD and Rashtriya Mahilla Kosh to assist large number of beneficiaries.

(iii) Meetings with State Governments and non-governmental organizations to review the performance and launching of new shemes/programmes.

(iv) Introduction of revised lending policy for providing greater freedom and flexibility to the State Channelising Agencies.

(v) Introduction of schemes to strengthen infrastructural facilities of the State Channelising Agencies.

ANNEXURE-I

STATEMENT IN REPLY TO PART (c) OF THE LOK SABHA UNSTARRED QUESTION NO.4795 for 20TH DECEMBER , REGARDING NMFDC .

Number of persons benefited and amount of loan given under NMDFC

(Number of Beneficiaries and Amount in Rs. lacs)

	Under Term Loan Scheme		Under Micro-Finance Scheme	
Year	Amount	Beneficiaries	Amount	Beneficiaries
1997-98	2341.26	4932	Nil	Nil

1998-99 5938.99 14333 43.08 3281
1999-2000 6077.82 22510 52.41 7359

Micro Finance Scheme was launched from 1998-99.